

THE INSURANCE DEPARTMENT OF THE STATE OF DELAWARE

IN THE MATTER OF:

The Proposed Acquisition of Royal Indemnity)	
Company, a Delaware domiciled)	
property/casualty insurance company, Security)	
Insurance Company of Hartford, a Delaware)	
Domiciled property/casualty insurance company,)	
Guaranty National Insurance Company, a)	Docket No. 313
Delaware domiciled property/casualty insurance)	
Company, and Royal Surplus Lines Insurance)	
Company, a Delaware domiciled)	
property/casualty insurance company, by)	
Arrowpoint Capital Corp., a Delaware)	
Corporation, and Arrowpoint Capital, LLC, a)	
Delaware limited liability company)	

PRE-HEARING STATUS ORDER

WHEREAS:

A. The Hearing Officer appointed in this matter by order dated October 16, 2006, has withdrawn from that position, effective November 28, 2006.

B. The undersigned has been appointed as Hearing Officer in this matter by Order of the Commissioner of Insurance dated December 7, 2006.

C. In connection with the public hearing originally scheduled in this matter for November 21, 2006, various persons, including the Applicants, have submitted written comments on various issues in this matter.

D. A status conference in this matter has been scheduled for December 14, 2006, at 9:00 a.m.

E. Efficiency and fairness suggest that previous written motions, applications and supporting writings in this matter be taken into consideration by the Hearing Officer going forward, provided that those persons who have made such submissions be afforded an opportunity to supplement those submissions while avoiding unnecessary duplication.

NOW THEREFORE, it is ORDERED, this 7th day of December, 2006, that:

1. The status conference scheduled for December 14, 2006 at 9:00 a.m. will proceed as scheduled, with the undersigned presiding. The Department shall circulate a

toll free call in number and password to those persons who made prior submissions in this docket in advance of the conference date.

2. No written or oral submissions to the Hearing Officer in connection with that status conference shall be permitted, other than written applications, motions, and supporting writings (not to exceed ten pages) that (a) are submitted to the Hearing Officer at or before 5:00 p.m. on Monday, December 11, 2006; (b) do not substantially duplicate the content of any prior application, motion or supporting writing in this matter; and (c) are submitted to the Hearing Officer in electronic format, by email addressed to lahamermesh@widener.edu. Any submission made pursuant to this paragraph shall be served upon the Department (for the docket and Department's counsel) and counsel for the applicants as provided for in the original public notice dated October 17, 2006.

3. At the status conference on December 14, 2006, the Hearing Officer will consider the applications of persons for treatment as parties in this matter, and will rule on such applications on or before December 18, 2006, or as promptly as possible thereafter.

4. At the status conference on December 14, 2006, the Hearing Officer will consider the scheduling of the public hearing in this matter, and will establish the date, time and place of that hearing on or before December 18, 2006, or as promptly as possible thereafter.

5. At the status conference on December 14, 2006, the Hearing Officer will consider whether, to what extent, and on what issues any further submissions will be requested or permitted in advance of or at the public hearing in this matter, and will determine such questions on or before December 18, 2006, or as promptly as possible thereafter.

6. At the status conference on December 14, 2006, the Hearing Officer will consider no matters other than those specifically identified in a written application or motion previously submitted or submitted in accordance with this Order.

s/ Lawrence A. Hamermesh
Prof. Lawrence A. Hamermesh
Hearing Officer